

YUANTA CORE PACIFIC FUTURES CO., LTD
STATEMENTS OF CASH FLOWS (CONDENSED)
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	<u>YEAR ENDED DECEMBER 31,</u>	
	<u>2003</u>	<u>2002</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Net income	\$ 160,699	\$ 180,411
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation (including assets for lease and idle assets)	9,376	11,181
Amortization	8,539	6,780
Provision (reserve) for decline - short -term investments	(214)	214
Gain on sale of short -term investments	(1,163)	(1,683)
(Gain) loss on long-term equity investments accounted for under the equity method	1,065	-
Provision for bad debts loss reverse	11,623	24,402
Provision for defaults loss reserve	11,745	-
Provision for trading loss (gain) reserve	(8,014)	5,465
Loss on disposal of fixed assets	692	-
Changes in assets and liabilities:		
Customer guarantee deposits	(2,266,409)	(1,427,413)
Futures transactions guarantee deposits receivable	(19,332)	(25,007)
Accounts receivable	95	(965)
Prepayments	(1,014)	6,920
Other receivables	312	(3,943)
Other current assets - current	102	(105)
Deferred income tax liabilities - noncurrent	(6,103)	(6,312)
Put options	(662)	662
Equities of futrues traders	2,261,233	1,427,413
Notes payable	499	(387)
Accounts payable	13,137	(354)
Accounts payable - related parties	9,818	(20,581)
Collections for third parties	609	(29,930)
Other payables	9,474	30,557
Accrued pension liabilities	1,177	(1,403)
Net cash provided by operating activities	<u>197,284</u>	<u>175,922</u>